

Vietnam News Brief

An update on Value Added Tax ("VAT")

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SIMPLIFIED REQUIREMENT ON OUTPUT VAT DECLARATION APPLICABLE FOR BANKS

The current VAT regulations require companies to declare every VAT invoice issued/received during the month. However, due to the specific nature of the banking industry, which has large volume of small transactions, the Ministry of Finance ("MoF") recently issued Official Letter 13715/BTC-TCT ("Letter 13715") allowing banks to declare total value of services rendered on a daily basis rather than transaction by transaction.

However, banks must maintain proper invoices and supporting documents for each transaction and present them to the tax authority upon request.

Please contact us if you would like to discuss further.

This publication is intended for general guidance only and should not form the basis of specific decisions. Please contact us for further information and details of our services. In Ho Chi Minh City: contact David Fitzgerald, Richard Irwin or Richard Marshall (Tax), Phan Thi Thuy Duong or Veera Mäenpää (PwC Legal), Masako Tsunoi (Japanese Business), Seong Ryong Cho (Korean Business), Bee Han Theng (Asian Chinese Business Services), Ian Lydall, Richard Peters, Quach Thanh Chau or Trinh Thanh Mai (Audit), Stephen Gaskill (Advisory) at phone (84-8) 38230796, fax (84-8) 38251947. In Ha Noi: contact Dinh Thi Quynh Van (Tax), Le Anh Tuan (PwC Legal), Satoshi Inoue (Japanese Business), Nguyen Phi Lan (Audit) at phone (84-4) 39460705.